

**DUSIT THANI PUBLIC COMPANY LIMITED
AND ITS SUBSIDIARIES**

**INTERIM CONSOLIDATED AND SEPARATE COMPANY
FINANCIAL STATEMENTS
(UNAUDITED)**

30 SEPTEMBER 2009

AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL STATEMENTS

To the Shareholders and the Board of Directors of Dusit Thani Public Company Limited

I have reviewed the accompanying consolidated and separate company balance sheet as at 30 September 2009 and the related consolidated and separate company statements of income for the three-month and nine-month periods ended 30 September 2009, statements of changes in equity and statements of cash flows for the nine-month period ended 30 September 2009 of Dusit Thani Public Company Limited and its subsidiaries and of Dusit Thani Public Company Limited, respectively. The Company's management is responsible for the correctness and completeness of information in these financial statements. My responsibility is to issue a report on these financial statements based on my review. The interim consolidated and separate company financial statements for the three-month and nine-month periods ended 30 September 2008 of Dusit Thani Public Company Limited and its subsidiaries and of Dusit Thani Public Company Limited, were reviewed by another auditor with the same firm as myself, whose report dated 6 November 2008 stated that nothing had come to her attention that caused her to believe that the interim financial statements were not presented fairly, in all material respects, in accordance with generally accepted accounting principles. The consolidated and separate company statements of income for the three-month and nine-month periods ended 30 September 2008, changes in equity and cash flows for the nine-month period ended 30 September 2008, are components of the aforementioned interim financial statements.

I conducted my review in accordance with the standard on auditing applicable to review engagements. This standard requires that I plan and perform a review to obtain moderate assurance as to whether the interim financial statements are free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit, and accordingly, I do not express an audit opinion.

Based on my review, nothing has come to my attention that causes me to believe that the interim consolidated and separate company financial statements referred to above are not presented fairly, in all materials respects, in accordance with generally accepted accounting principles.

The consolidated and separate company financial statements, for the year ended 31 December 2008 of Dusit Thani Public Company Limited and its subsidiaries and of Dusit Thani Public Company Limited, respectively, were audited by another auditor with the same firm as myself and her report dated 16 February 2009 expressed an unqualified opinion on those statements. The consolidated and separate company balance sheets as at 31 December 2008, presented for comparative purposes, are part of the consolidated and separate company financial statements which have audited and issued a report thereon as stated above, and I have not performed any other auditing procedures subsequent to the date of that report.

Nattaporn Phan-Udom
Certified Public Accountant (Thailand) No. 3430
PricewaterhouseCoopers ABAS Limited
Bangkok

5 November 2009

Dusit Thani Public Company Limited and Subsidiaries

Balance Sheets

As at 30 September 2009 and 31 December 2008

		Baht : '000				
		Consolidated		Separate		
		financial statements		financial statements		
		As at	As at	As at	As at	
		30 September	31 December	30 September	31 December	
		2009	2008	2009	2008	
Notes		(Unaudited)	(Audited)	(Unaudited)	(Audited)	
ASSETS						
Current Assets						
	Cash and cash equivalents	3.1	349,109	324,764	154,572	114,088
	Short-term investments		-	5,000	-	-
	Trade accounts receivable - net	4	139,934	178,450	70,722	100,622
	Inventories - net		61,364	69,076	34,680	35,549
	Short-term loans to related companies	17.3	15,000	15,000	45,300	62,700
	Prepaid rental of land and buildings	8	74,067	74,067	74,067	74,067
	Other current assets	5.1	180,783	171,167	119,874	153,451
	Total Current Assets		<u>820,257</u>	<u>837,524</u>	<u>499,215</u>	<u>540,477</u>
Non-Current Assets						
	Investment in subsidiaries	17.1	-	-	895,074	895,074
	Investment in a joint venture	17.1	-	-	19,999	19,999
	Investment in property		188,416	188,416	158,181	158,181
	Other long-term investments	6	408,453	363,731	174,529	93,382
	Property, premises and equipment - net	7	3,595,182	3,855,478	1,544,319	1,677,871
	Prepaid rental of land and buildings exceeding one year - net	8	555,500	611,050	555,500	611,050
	Intangible assets - net	9	44,643	49,392	41,897	45,092
	Other non-current assets - net		10,545	34,604	73,540	79,775
	Total Non-Current Assets		<u>4,802,739</u>	<u>5,102,671</u>	<u>3,463,039</u>	<u>3,580,424</u>
	Total Assets		<u>5,622,996</u>	<u>5,940,195</u>	<u>3,962,254</u>	<u>4,120,901</u>

See condensed notes to the interim financial statements.

Dusit Thani Public Company Limited and Subsidiaries

Balance Sheets (Continued)

As at 30 September 2009 and 31 December 2008

		Baht : '000				
		Consolidated		Separate		
		financial statements		financial statements		
		As at	As at	As at	As at	
		30 September	31 December	30 September	31 December	
		2009	2008	2009	2008	
Notes		(Unaudited)	(Audited)	(Unaudited)	(Audited)	
LIABILITIES AND EQUITY						
Current Liabilities						
Bank overdrafts and short-term loans						
	from financial institutions	10	326,000	256,864	326,000	238,446
	Trade accounts payable		94,744	102,848	41,411	44,072
Current portion of long-term liabilities under						
	financial lease agreements	11	1,605	3,024	1,210	2,322
	Current portion of long-term loans	12	83,260	313,807	-	200,000
	Short-term loan from related company	17.3	17,499	19,999	-	-
Other current liabilities						
	Other payables		19,940	31,286	34,775	73,295
	Payables-Assets acquisition		51,274	64,825	33,192	38,915
	Accrued expenses		144,450	180,435	48,460	70,636
	Others		120,478	106,673	85,094	92,701
			<u>336,142</u>	<u>383,219</u>	<u>201,521</u>	<u>275,547</u>
	Total Current Liabilities		<u>859,250</u>	<u>1,079,761</u>	<u>570,142</u>	<u>760,387</u>
Non - Current Liabilities						
Long-term liabilities under financial lease						
	agreements	11	110	959	81	710
	Long-term loans	12	<u>754,672</u>	<u>723,936</u>	<u>330,000</u>	<u>230,000</u>
	Total Non-Current Liabilities		<u>754,782</u>	<u>724,895</u>	<u>330,081</u>	<u>230,710</u>
	Total Liabilities		<u>1,614,032</u>	<u>1,804,656</u>	<u>900,223</u>	<u>991,097</u>

See condensed notes to the interim financial statements.

Dusit Thani Public Company Limited and Subsidiaries

Balance Sheets (Continued)

As at 30 September 2009 and 31 December 2008

		Consolidated		Separate	
		financial statements		financial statements	
		As at	As at	As at	As at
		30 September	31 December	30 September	31 December
		2009	2008	2009	2008
Notes		(Unaudited)	(Audited)	(Unaudited)	(Audited)
Baht : '000					
LIABILITIES AND EQUITY (Continued)					
Equity					
Share capital					
Authorized share capital					
85,000,000 ordinary shares of					
Baht 10 each					
		<u>850,000</u>	<u>850,000</u>	<u>850,000</u>	<u>850,000</u>
Issued and paid-up share capital					
85,000,000 ordinary shares of					
Baht 10 each, fully paid					
		850,000	850,000	850,000	850,000
Additional paid-in capital					
Premium on ordinary shares					
		1,643,000	1,643,000	1,643,000	1,643,000
Paid-in surplus - treasury					
common shares					
13.1		18,365	18,365	16,950	16,950
Unrealized gain (loss)					
6		125,745	81,528	34,028	(6,364)
Exchange differences on the					
translation of financial					
statements of subsidiaries					
		(133,313)	(122,611)	-	-
Retained earnings					
Appropriated					
Legal reserve					
		85,000	85,000	85,000	85,000
Other reserves					
13.1		15,740	15,740	-	-
Unappropriated					
		1,199,906	1,352,993	433,053	541,218
Treasury common shares					
13.1		(15,740)	(15,740)	-	-
Total attributable to					
equity holders of the parent					
		3,788,703	3,908,275	3,062,031	3,129,804
Minority interest					
		220,261	227,264	-	-
Total Equity					
		<u>4,008,964</u>	<u>4,135,539</u>	<u>3,062,031</u>	<u>3,129,804</u>
Total Liabilities and Equity					
		<u>5,622,996</u>	<u>5,940,195</u>	<u>3,962,254</u>	<u>4,120,901</u>

See condensed notes to the interim financial statements.

Dusit Thani Public Company Limited and Subsidiaries
Statements of Income (Unaudited)
For the three-month periods ended 30 September 2009 and 2008

		Baht : '000			
		Consolidated		Separate	
		financial statements		financial statements	
Notes		2009	2008	2009	2008
	Revenue from sales and services	656,625	748,493	362,674	417,001
	Cost of sales and services	(377,023)	(431,535)	(199,282)	(223,886)
	Gross profit	279,602	316,958	163,392	193,115
	Other incomes				
	Management service income	11,335	12,882	6,558	19,734
	Interest income	468	1,143	866	1,632
	Dividend income	63	299	63	20,859
	Gain on sale of property, premises and equipment	360	19,412	129	19,315
	Other income	44,968	31,706	42,234	29,753
	Total other incomes	57,194	65,442	49,850	91,293
	Profit before expenses	336,796	382,400	213,242	284,408
	Expenses				
	Selling expenses	(78,108)	(78,983)	(49,766)	(41,289)
	Administrative expenses	(118,827)	(148,096)	(124,865)	(124,479)
	Loss on sale of property, premises and equipment	(3)	-	-	-
	Depreciation and amortization	(142,333)	(152,973)	(83,931)	(105,224)
	Management and directors' remuneration	(23,921)	(21,657)	(10,537)	(13,791)
	Total expenses	(363,192)	(401,709)	(269,099)	(284,783)
	Loss before financial expenses and income tax	(26,396)	(19,309)	(55,857)	(375)
	Financial expenses	(11,892)	(16,874)	(4,744)	(5,880)
	Loss before income tax	(38,288)	(36,183)	(60,601)	(6,255)
	Income tax	(5,406)	7,342	-	12,135
	Net profit (loss) for the period	(43,694)	(28,841)	(60,601)	5,880
	Attributable net profit (loss) for the period to:				
	- Equity holders of the parent	(43,623)	(30,624)	(60,601)	5,880
	- Minority interest	(71)	1,783	-	-
		(43,694)	(28,841)	(60,601)	5,880
	Basic earnings (loss) per share				
	- Equity holders of the parent Baht	(0.52)	(0.36)	(0.71)	0.07
	Weighted average number of ordinary shares	Shares			
		13.2	84,528,500	84,528,500	85,000,000
			84,528,500	85,000,000	85,000,000

See condensed notes to the interim financial statements.

Dusit Thani Public Company Limited and Subsidiaries
Statements of Income (Unaudited)
For the nine-month periods ended 30 September 2009 and 2008

		Baht : '000			
		Consolidated		Separate	
		financial statements		financial statements	
Notes		2009	2008	2009	2008
	Revenue from sales and services	1,959,384	2,411,727	1,077,146	1,372,522
	Cost of sales and services	(1,098,399)	(1,279,075)	(563,199)	(660,602)
	Gross profit	860,985	1,132,652	513,947	711,920
	Other incomes				
	Management service income	60,838	80,634	32,669	102,688
	Interest income	1,589	4,199	2,835	4,044
	Dividend income	7,647	8,633	27,690	66,478
	Gain on sale of property, premises and equipment	1,251	244,386	300	244,144
	Other income	118,054	100,859	120,417	109,296
	Total other incomes	189,379	438,711	183,911	526,650
	Profit before expenses	1,050,364	1,571,363	697,858	1,238,570
	Expenses				
	Selling expenses	(232,340)	(233,214)	(139,919)	(165,014)
	Administrative expenses	(369,603)	(447,027)	(317,251)	(354,086)
	Loss on sale of property, premises and equipment	(3)	(34)	-	-
	Depreciation and amortization	(432,461)	(451,899)	(258,843)	(315,441)
	Management and directors' remuneration	(71,756)	(65,121)	(31,648)	(45,169)
	Total expenses	(1,106,163)	(1,197,295)	(747,661)	(879,710)
	Profit (loss) before financial expenses and income tax	(55,799)	374,068	(49,803)	358,860
	Financial expenses	(40,346)	(54,147)	(15,862)	(21,334)
	Profit (loss) before income tax	(96,145)	319,921	(65,665)	337,526
	Income tax	14 (14,736)	(106,250)	-	(81,810)
	Net profit (loss) for the period	(110,881)	213,671	(65,665)	255,716
	Attributable net profit (loss) for the period to:				
	- Equity holders of the parent	(110,587)	204,247	(65,665)	255,716
	- Minority interest	(294)	9,424	-	-
		(110,881)	213,671	(65,665)	255,716
	Basic earnings (loss) per share				
	- Equity holders of the parent Baht	(1.31)	2.42	(0.77)	3.01
	Weighted average number of ordinary shares	Shares			
		13.2	84,528,500	84,528,500	85,000,000
			84,528,500	85,000,000	85,000,000

See condensed notes to the interim financial statements.

Dusit Thani Public Company Limited and Subsidiaries
 Statements of Changes in Equity (Unaudited)
 For the nine-month periods ended 30 September 2009 and 2008

Baht : '000

Note	Consolidated financial statements									Minority interest	Total equity
	Equity holders of the parent						Retained earnings		Treasury common shares		
	Issued and paid-up share capital	Premium on ordinary shares	Paid-in surplus-treasury common shares	Unrealized gain (loss)	Exchange differences on the translation of financial statements of subsidiaries	Legal reserve	Appropriated Other reserves	Unappropriated			
Beginning balance : 1 January 2008	850,000	1,643,000	18,365	155,654	(96,708)	85,000	15,740	1,221,365	(15,740)	237,061	4,113,737
Investment in securities available for sale											
Realized loss in equity	-	-	-	(37,644)	-	-	-	-	-	-	(37,644)
Exchange differences on the translation of financial statements	-	-	-	-	(29,774)	-	-	-	-	(5,033)	(34,807)
Total realized expenses in equity	-	-	-	(37,644)	(29,774)	-	-	-	-	(5,033)	(72,451)
Net profit for the period	-	-	-	-	-	-	-	204,247	-	9,424	213,671
Total realized incomes (expenses) for the period	-	-	-	(37,644)	(29,774)	-	-	204,247	-	4,391	141,220
Dividend paid	-	-	-	-	-	-	-	(85,000)	-	(15,807)	(100,807)
Ending balance : 30 September 2008	850,000	1,643,000	18,365	118,010	(126,482)	85,000	15,740	1,340,612	(15,740)	225,645	4,154,150
Beginning balance : 1 January 2009	850,000	1,643,000	18,365	81,528	(122,611)	85,000	15,740	1,352,993	(15,740)	227,264	4,135,539
Investment in securities available for sale											
Realized gain in equity	-	-	-	44,217	-	-	-	-	-	-	44,217
Exchange differences on the translation of financial statements	-	-	-	-	(10,702)	-	-	-	-	(1,449)	(12,151)
Total realized incomes (expenses) in equity	-	-	-	44,217	(10,702)	-	-	-	-	(1,449)	32,066
Net loss for the period	-	-	-	-	-	-	-	(110,587)	-	(294)	(110,881)
Total realized incomes (expenses) for the period	-	-	-	44,217	(10,702)	-	-	(110,587)	-	(1,743)	(78,815)
Dividend paid	-	-	-	-	-	-	-	(42,500)	-	(5,260)	(47,760)
Ending balance : 30 September 2009	850,000	1,643,000	18,365	125,745	(133,313)	85,000	15,740	1,199,906	(15,740)	220,261	4,008,964

See condensed notes to the interim financial statements.

Dusit Thani Public Company Limited and Subsidiaries

Statements of Changes in Equity (Unaudited) (Continued)

For the nine-month periods ended 30 September 2009 and 2008

Baht : '000

	Note	Separate financial statements					Total equity	
		Issued and paid-up share capital	Premium on ordinary shares	Paid-in surplus- Treasury common shares	Unrealized gain or (loss)	Retained earnings Appropriated Legal reserve Unappropriated		
Beginning balance : 1 January 2008		850,000	1,643,000	16,950	44,969	85,000	370,134	3,010,053
Investment in securities available for sale								
Realized loss in equity		-	-	-	(27,079)	-	-	(27,079)
Total realized expenses in equity		-	-	-	(27,079)	-	-	(27,079)
Net profit for the period		-	-	-	-	-	255,716	255,716
Total realized incomes (expenses) for the period		-	-	-	(27,079)	-	255,716	228,637
Dividend paid	15	-	-	-	-	-	(85,000)	(85,000)
Ending balance : 30 September 2008		850,000	1,643,000	16,950	17,890	85,000	540,850	3,153,690
Beginning balance : 1 January 2009		850,000	1,643,000	16,950	(6,364)	85,000	541,218	3,129,804
Investment in securities available for sale								
Realized gain in equity		-	-	-	40,392	-	-	40,392
Total realized incomes in equity		-	-	-	40,392	-	-	40,392
Net loss for the period		-	-	-	-	-	(65,665)	(65,665)
Total realized incomes (expenses) for the period		-	-	-	40,392	-	(65,665)	(25,273)
Dividend paid	15	-	-	-	-	-	(42,500)	(42,500)
Ending balance : 30 September 2009		850,000	1,643,000	16,950	34,028	85,000	433,053	3,062,031

See condensed notes to the interim financial statements.

Dusit Thani Public Company Limited and Subsidiaries
Statements of Cash Flows (Unaudited)
For the nine-month periods ended 30 September 2009 and 2008

	Notes	Baht : '000			
		Consolidated		Separate	
		financial statements		financial statements	
		2009	2008	2009	2008
Cash flows from operating activities					
Profit (loss) before income tax		(96,145)	319,921	(65,665)	337,526
Items to reconcile:					
Interest income		(1,589)	(4,199)	(2,835)	(4,044)
Dividend income		(7,647)	(8,633)	(27,690)	(66,478)
Bad debts and allowance for doubtful accounts		15,165	8,900	14,528	8,801
Depreciation and amortization of property, premises and equipment	7	426,037	444,288	248,692	274,797
Amortization of prepaid rental of land and buildings	8	55,550	55,550	55,550	55,550
Amortization of intangible assets	9	5,777	6,964	4,151	3,894
Amortization of other non - current assets		647	647	6,000	36,750
Financial expenses		40,346	54,147	15,862	21,334
Loss on sale investment in subsidiary		-	-	-	77
Gain on sales other long-term investments		-	(995)	-	-
Gain on sale of property, premises and equipment		(1,251)	(244,386)	(300)	(244,144)
Loss on sale of property, premises and equipment		3	34	-	-
Loss on property, premises and equipment written off	7	3,401	8,661	2,288	4,203
Loss on intangible assets written off	9	72	-	-	-
Income from operations before changes in operating assets and liabilities		440,366	640,899	250,581	428,266
(Increase) decrease in operating assets					
Trade accounts receivable		35,666	39,871	29,642	42,944
Inventories		7,250	(320)	869	3,509
Proceeds from refund of prepaid income tax		11,878	27,853	-	27,753
Other current assets		(17,369)	17,664	27,534	24,364
Other non-current assets		22,618	4,507	235	(4,223)
Increase (decrease) in operating liabilities					
Trade accounts payable		(6,038)	(19,816)	(2,661)	(22,213)
Other payables		(11,346)	(18,761)	(38,520)	(21,663)
Accrued expenses		(25,498)	10,060	(22,062)	(10,047)
Payment for income tax		(39,610)	(133,418)	(8,341)	(91,808)
Other current liabilities		14,306	12,128	(7,607)	3,525
Net cash provided by operating activities		432,223	580,667	229,670	380,407

See condensed notes to the interim financial statements.

Dusit Thani Public Company Limited and Subsidiaries

Statements of Cash Flows (Unaudited) (Continued)

For the nine-month periods ended 30 September 2009 and 2008

		Baht : '000			
		Consolidated		Separate	
		financial statements		financial statements	
Notes		2009	2008	2009	2008
Cash flows from investing activities					
	Decrease in short-term investments	5,000	42,000	-	-
	Interest income	1,688	4,318	2,949	3,963
	Dividend income	7,647	8,633	27,690	66,478
	Proceeds from repayment of loans to related companies	17.3	-	5,001	49,200
	Payment for loans to related companies	17.3	-	-	(31,800)
	Proceeds from sales of investment in subsidiary	-	-	-	712
	Payment for purchase of shares in subsidiaries	-	(994)	-	(50,000)
	Payment for purchase of other long-term investments	6	(505)	(205)	(40,755)
	Proceeds from sales of property, premises and equipment	1,888	281,704	437	280,871
	Proceeds from sales of intangible assets	-	-	-	30,619
	Payment for purchase of property, premises and equipment	3.2.1	(207,787)	(380,434)	(123,288)
	Payment for purchase intangible assets	9	(1,100)	(1,943)	(956)
	Net cash used in investing activities	<u>(193,169)</u>	<u>(41,920)</u>	<u>(116,523)</u>	<u>(4,154)</u>
Cash flows from financing activities					
	Decrease in bank overdrafts	(1,446)	(16,671)	(1,446)	(12,138)
	Proceeds from short-term loans from financial institutions	457,000	492,078	457,000	456,000
	Repayment for short-term loans from financial institutions	(385,747)	(363,000)	(368,000)	(363,000)
	Repayment for short-term loans from related company	17.3	(2,500)	-	-
	Payment for long-term liabilities under financial lease agreement	3.2.1	(2,268)	(2,793)	(1,741)
	Repayment of long-term loans	12	(184,973)	(496,000)	(100,000)
	Interest paid	(42,744)	(55,530)	(15,976)	(23,447)
	Dividends paid	(47,760)	(100,807)	(42,500)	(85,000)
	Net cash used in financing activities	<u>(210,438)</u>	<u>(542,723)</u>	<u>(72,663)</u>	<u>(399,326)</u>
	Net increase (decrease) in cash and cash equivalents	28,616	(3,976)	40,484	(23,073)
	Cash and cash equivalents as at 1 January	324,764	418,423	114,088	157,860
	Exchange losses on cash	(4,271)	(12,190)	-	-
	Cash and cash equivalents as at 30 September	<u>3.1</u>	<u>349,109</u>	<u>402,257</u>	<u>154,572</u>
			<u>134,787</u>		

See condensed notes to the interim financial statements.

Dusit Thani Public Company Limited and Subsidiaries
Condensed Notes to the Interim Financial Statements (Unaudited)
For the three-month and nine-month periods ended 30 September 2009 and 2008

1. General information

Dusit Thani Public Company Limited is a company registered in Thailand with its head office located at 946 Dusit Thani Office Building, 5th floor, Rama IV Road, Silom, Bangrak, Bangkok. The Company's main objective is to operate hotel business and hotel management service business.

The Company is listed on the Stock Exchange of Thailand. The interim consolidated and separate financial statements were approved for issuing by the authorized directors of the Company on 5 November 2009. The interim consolidated and separate financial statements have been reviewed but not audited.

2. Basis for preparation of the interim consolidated and separate financial statements

2.1 The interim consolidated and separate financial statements for the three-month and nine-month periods ended 30 September 2009 and 2008 are prepared by the management of the Company and are unaudited. However, in the opinion of the Company, all adjustments necessary for a fair presentation have been reflected therein.

The accompanying interim consolidated and separate financial statements have been prepared in accordance with Thai Generally Accepted Accounting Principles under the Accounting Act B.E. 2543 being those Thai Accounting Standards issued under the Accounting Profession Act B.E. 2547, and the financial reporting requirements of the Securities and Exchange Commission under the Securities and Exchange Act B.E. 2535.

2.2 The consolidated and separate balance sheet as at 31 December 2008, presented herein for comparison, have been derived from the financial statements of the Company, its subsidiaries and a joint venture for the year then ended which have been audited.

2.3 The result of operation for the three-month and nine-month periods ended 30 September 2009 is not necessarily indicative of the operating results anticipated for the full year.

2.4 Certain financial information which is normally included in financial statements prepared in accordance with generally accepted accounting principles, but which is not required for interim reporting purposes, has been omitted. Accordingly, the aforementioned interim consolidated and separate financial statements should be read in conjunction with the consolidated and separate financial statements and notes thereto included in the audited financial statements for the year ended 31 December 2008.

2.5 The Company uses the same accounting policies and calculation method in the interim financial statements as compared with the financial statements for the year ended 31 December 2008.

2.6 An English version of the interim consolidated and separate financial statements have been prepared from the interim financial statements that are in the Thai language. In the event of a conflict or a difference in interpretation between the two languages, the Thai language interim financial statements shall prevail.

2.7 Comparative figures have been adjusted to conform with changes in the presentation in the current year as follows:

2.7.1 The statement of income for the three-month and nine-month periods ended 30 September 2009 has been presented by function-multiple steps. In addition, the changes also include the presentation of directors and managements' remuneration and financial expenses. The changes are made to conform with the announcement of the Department of Business Development Regulation dated 30 January 2009 in relation to the format of financial statements B.E. 2552. It effects from 1 January 2009.

2.7.2 The Company reclassified allowance for doubtful debts amounting to Baht 0.81 million in balance sheet to conform with changes in presentation in the current period.

2. Basis for preparation of the interim consolidated and separate financial statements (Continued)

2.8 The interim consolidated financial statements include all account balances of the Company and its subsidiaries and the proportionate of investment in a joint venture as follows:

	% of shareholding		
	As at 30 September 2009	As at 31 December 2008	As at 31 December 2008
Dusit Thani Properties Company Limited	99.99	99.99	99.99
Dusit Thai Properties Public Company Limited ⁽⁴⁾ by the Company	2.15	-	-
by Dusit Thani Properties Company Limited	84.65	-	-
Royal Princess Public Company Limited ⁽⁴⁾ by the Company	-	2.65	2.65
by Dusit Thani Properties Company Limited	-	79.79	79.81
Dusit Hotels and Resorts Company Limited ⁽⁴⁾ by the Company	-	0.81	0.81
by Dusit Thani Properties Company Limited	-	97.47	97.49
Philippine Hoteliers, Inc. by Dusit Thani Properties Company Limited	88.01	88.01	88.01
Dusit Enterprises Company Limited by Dusit Thani Properties Company Limited	100.00	100.00	100.00
Devarana Spa Company Limited	99.99	99.99	99.99
Dusit Executive Development Center Company Limited	99.99	99.99	99.99
Le Cordon Bleu Dusit Company Limited ⁽¹⁾	49.99	49.99	49.99
Dusit Worldwide Company Limited	99.99	99.99	99.99
Dusit Overseas Company Limited by Dusit Worldwide Company Limited ⁽²⁾	100.00	-	100.00
Dusit International Management Holding Company Limited by Dusit Worldwide Company Limited ⁽³⁾	100.00	-	100.00

⁽¹⁾ Le Cordon Bleu Dusit Company Limited is a joint venture between the Company and Le Cordon Bleu International BV.

⁽²⁾ Dusit Worldwide Company Limited invested in Dusit Overseas Company Limited on 26 December 2008.

⁽³⁾ Dusit Worldwide Company Limited invested in Dusit International Management Holding Company Limited. As at 30 September 2009 and 31 December 2008, such company has not called its share subscription.

⁽⁴⁾ Dusit Thai Properties Public Company Limited is new company from amalgamation of Royal Princess Public Company Limited and Dusit Hotels and Resorts Company Limited on 1 April 2009 (see Note 23.2).

All material inter-company transactions and balances have been eliminated.

2.9 Balance sheet and statement of income of foreign subsidiaries are translated into Baht at the exchange rates prevailing at the balance sheet date and the average exchange rates, respectively. The exchange differences on the translation is shown as a deduction of the equity.

2. Basis for preparation of the interim consolidated and separate financial statements (Continued)

2.10 Accounting standards

The following Thai Accounting Standards (“TAS”), Thai Financial Reporting Standards (“TFRS”) and accounting treatment guidances as published by the Federation of Accounting Professions are mandatory for the accounting periods beginning on or after 1 January 2009:

Framework for Preparation and Presentation of Financial Statements (revised 2007)	
TAS 36 (revised 2007)	Impairment of Assets
TFRS 5	Non-current Assets Held for Sale and Discontinued Operations
Accounting Treatment Guidance for Leasehold Right	
Accounting Treatment Guidance for Business Combination under Common Control	

The Company’s management assessed and determined that the Accounting Standards as mentioned above do not impact significantly to the financial statements being presented.

The following Thai Accounting Standards (“TAS”) and amendments to standards are not mandatory effective for the current year and the Company has not adopted in the present accounting period:

		<u>Effective date</u>
TAS 20	Accounting for Government Grants and Disclosure of Government Assistance	1 January 2012
TAS 24 (revised 2007)	Related Party Disclosures	1 January 2011
TAS 40	Investment Property	1 January 2011

The Company’s management will determine the impact of the Accounting Standards as mentioned above to the financial statements being presented according to their effective dates.

Thai Accounting Standards and Thai Financial Reporting Standards were renumbered with an effect on 26 June 2009 following an announcement by the Federation of Accounting Professions in order to conform with the number used in the International Accounting Standards and International Financial Reporting Standards.

3. Supplementary disclosures of cash flow information

3.1 Cash and cash equivalents as at 30 September are as follows:

	Baht :’000			
	Consolidated financial statements (Unaudited)		Separate financial statements (Unaudited)	
	2009	2008	2009	2008
Cash and deposits at bank	343,359	324,437	154,572	134,787
Deposits at financial institutions	5,750	77,820	-	-
Total	<u>349,109</u>	<u>402,257</u>	<u>154,572</u>	<u>134,787</u>

3. Supplementary disclosures of cash flow information (Continued)

3.2 Non cash transactions are as follows:

3.2.1 In the interim consolidated and separate financial statements for the nine-month periods ended 30 September 2009 and 2008:

Purchases of property, premises and equipment

	Consolidated		Baht : '000	
	financial statements (Unaudited) For the nine-month periods ended 30 September		Separate financial statements (Unaudited) For the nine-month periods ended 30 September	
	2009	2008	2009	2008
Payables-Assets acquisition				
Balance brought forward	64,825	153,213	38,915	61,489
Add Purchases of fixed assets	194,159	296,268	117,565	192,236
Exchange loss on translation	77	1,831	-	-
Less Cash payments	(207,787)	(380,434)	(123,288)	(220,663)
Balance carried forward	<u>51,274</u>	<u>70,878</u>	<u>33,192</u>	<u>33,062</u>

	Consolidated		Baht : '000	
	financial statements (Unaudited) For the nine-month periods ended 30 September		Separate financial statements (Unaudited) For the nine-month periods ended 30 September	
	2009	2008	2009	2008
Long-term liabilities under finance lease agreements (including current portion)				
Balance brought forward	3,983	7,531	3,032	5,354
Less Cash payments	(2,268)	(2,793)	(1,741)	(1,741)
Balance carried forward	<u>1,715</u>	<u>4,738</u>	<u>1,291</u>	<u>3,613</u>

3.2.2 In the consolidated financial statements for the nine-month periods ended 30 September 2009 and 2008:

3.2.2.1 The recording of investments available for sale at fair value and recognizing unrealized gain (loss) on such investments of Baht 44.22 million and Baht (37.64) million, respectively, were included in equity.

3.2.2.2 The recording of exchange differences on the translation of the subsidiary's financial statements into Baht was presented as an deduction in the equity in the amount of Baht (10.70) million and Baht (29.77) million, respectively.

3.2.3 In the separate financial statements for the nine-month periods ended 30 September 2009 and 2008:

- The recording of investments available for sale at fair value and recognizing unrealized gain (loss) on such investments of Baht 40.39 million and Baht (27.08) million, respectively, were included in equity.

4. Trade accounts receivable - net

Trade accounts receivable - net are classified by aging as follows:

	Consolidated financial statements		Separate financial statements	
	As at 30 September 2009 (Unaudited)	As at 31 December 2008 (Audited)	As at 30 September 2009 (Unaudited)	As at 31 December 2008 (Audited)
Number of accounts receivable	1,191	1,476	506	538
	Baht :’000	Baht :’000	Baht :’000	Baht :’000
Outstanding amount				
Less than 3 months	129,408	172,917	68,325	97,727
3 - 6 months	11,995	7,387	6,508	3,621
6 - 12 months	6,455	3,290	1,785	1,792
Over 12 months	4,409	6,380	2,348	5,468
	152,267	189,974	78,966	108,608
<u>Less</u> Allowance for doubtful accounts	(12,333)	(11,524)	(8,244)	(7,986)
Trade accounts receivable-net	139,934	178,450	70,722	100,622

5. Other current assets

5.1 Other current assets consisted of the following:

	Note	Consolidated financial statements		Separate financial statements	
		As at 30 September 2009 (Unaudited)	As at 31 December 2008 (Audited)	As at 30 September 2009 (Unaudited)	As at 31 December 2008 (Audited)
Accounts receivable					
- Management fee - net	5.2	30,154	51,901	31,737	86,053
Accounts receivable - World Intertrade Corporation Limited		40,879	40,879	40,879	40,879
<u>Less</u> Allowance for doubtful accounts		(40,879)	(40,879)	(40,879)	(40,879)
		-	-	-	-
Other receivables		7,325	6,513	5,577	4,177
Accrued interest receivable		115	214	233	347
Prepaid income tax		62,067	55,556	33,486	25,145
VAT refundable		42,504	22,257	25,862	21,304
Prepaid expenses		24,084	20,385	13,337	8,629
Advances		6,203	4,423	5,237	2,423
Others		8,331	9,918	4,405	5,373
		150,629	119,266	88,137	67,398
		180,783	171,167	119,874	153,451

5. **Other current assets (Continued)**

5.2 Accounts receivable - Management fee - net are classified by aging as follows:

	Note	Consolidated financial statements		Separate financial statements	
		As at 30 September 2009 (Unaudited)	As at 31 December 2008 (Audited)	As at 30 September 2009 (Unaudited)	As at 31 December 2008 (Audited)
Number of accounts receivable		93	79	46	36
		Baht:'000	Baht:'000	Baht:'000	Baht:'000
Outstanding amount					
Less than 3 months		17,581	46,928	21,281	81,436
3 - 6 months		11,595	4,582	10,689	4,020
6 - 12 months		16,461	5,194	12,807	5,089
Over 12 months		13,190	8,329	11,863	6,141
		<u>58,827</u>	<u>65,033</u>	<u>56,640</u>	<u>96,686</u>
<u>Less</u> Allowance for doubtful accounts		<u>(28,673)</u>	<u>(13,132)</u>	<u>(24,903)</u>	<u>(10,633)</u>
Accounts receivable - Management fee - net	5.1	<u>30,154</u>	<u>51,901</u>	<u>31,737</u>	<u>86,053</u>

6. **Other long-term investments**

Other long-term investments consisted of the following:

	Consolidated financial statements		Separate financial statements	
	As at 30 September 2009 (Unaudited)	As at 31 December 2008 (Audited)	As at 30 September 2009 (Unaudited)	As at 31 December 2008 (Audited)
Available for sale				
Equity securities				
Cost	64,992	64,487	140,501	99,746
<u>Add</u> Net valuation adjustment for change in fair value	<u>125,745</u>	<u>81,528</u>	<u>34,028</u>	<u>(6,364)</u>
	<u>190,737</u>	<u>146,015</u>	<u>174,529</u>	<u>93,382</u>
General investments				
Equity securities	241,187	241,187	20,000	20,000
<u>Less</u> Allowance for impairment in value of securities	<u>(23,471)</u>	<u>(23,471)</u>	<u>(20,000)</u>	<u>(20,000)</u>
	<u>217,716</u>	<u>217,716</u>	<u>-</u>	<u>-</u>
Total	<u>408,453</u>	<u>363,731</u>	<u>174,529</u>	<u>93,382</u>

6. Other long-term investments (Continued)

Movements in other long-term investments for the nine-month period ended 30 September 2009 are summarized as follows:

	Consolidated		Baht :’000	
	Available for sale	General investments	Separate financial statements Available for sale	General investments
Net book value at beginning	146,015	217,716	93,382	-
Purchase securities	505	-	40,755	-
Change in fair value of available for sale	44,217	-	40,392	-
Net book value at ending	<u>190,737</u>	<u>217,716</u>	<u>174,529</u>	<u>-</u>

7. Property, premises and equipment - net

Movements in property, premises and equipment account for the nine-month period ended 30 September 2009 are summarized as follows:

	Consolidated	Baht :’000
	financial statements (Unaudited)	Separate financial statements (Unaudited)
Net book value as at 1 January 2009	3,855,478	1,677,871
Acquisitions during period - at cost	194,159	117,565
Disposals during period - net book value	(639)	(137)
Written off during period - net book value	(3,401)	(2,288)
Exchange loss on translation	(24,378)	-
Depreciation and amortization for the period	<u>(426,037)</u>	<u>(248,692)</u>
Net book value as at 30 September 2009	<u>3,595,182</u>	<u>1,544,319</u>

Property, premises and equipment - net included building and building improvement on lease land of Dusit Resort Pattaya (currently, Dusit Thani Hotel, Pattaya), at a book value as at 30 September 2009 and 31 December 2008 of Baht 124.14 million and Baht 135.30 million, respectively. Even though the title to the building of Dusit Resort Pattaya (currently, Dusit Thani Hotel, Pattaya) has not been transferred to the Company, the management believes that by the fact and law, the Company has the right to use such building of Dusit Resort Pattaya (currently, Dusit Thani Hotel, Pattaya) for its operations as the building is located on the land which the subsidiary is the lessee. On 21 January 2002, the Company has registered such right on land lease with the Department of Land, Pattaya. In addition, the Company has peacefully and openly possessed this property with intention to be its owner for more than 10 years, by virtue of the Civil and Commercial Code of Thailand, section 1382 (see Note 18.4).

8. Prepaid rental - land and buildings - net

Prepaid rental-land and buildings - net consisted of the following:

	Consolidated		Separate	
	financial statements		financial statements	
	As at	As at	As at	As at
	30 September	31 December	30 September	31 December
	2009	2008	2009	2008
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
Prepaid rental amount	1,100,000	1,100,000	1,100,000	1,100,000
Other fees	11,000	11,000	11,000	11,000
	<u>1,111,000</u>	<u>1,111,000</u>	<u>1,111,000</u>	<u>1,111,000</u>
<u>Less</u> Accumulated amortization of prepaid rental	<u>(481,433)</u>	<u>(425,883)</u>	<u>(481,433)</u>	<u>(425,883)</u>
	629,567	685,117	629,567	685,117
<u>Less</u> Prepaid rental of land and buildings	<u>(74,067)</u>	<u>(74,067)</u>	<u>(74,067)</u>	<u>(74,067)</u>
Prepaid rental of land and buildings exceeding one year - net	<u>555,500</u>	<u>611,050</u>	<u>555,500</u>	<u>611,050</u>
Amortization for the period/year	<u>55,550</u>	<u>74,067</u>	<u>55,550</u>	<u>74,067</u>

9. Intangible assets - net

Movements in intangible assets account for the nine-month period ended 30 September 2009 are summarized as follows:

	Consolidated	Baht :’000
	financial statements (Unaudited)	Separate financial statements (Unaudited)
Net book value as at 1 January 2009	49,392	45,092
Acquisitions during period - at cost	1,100	956
Written off during period - net book value	(72)	-
Amortization for the period	<u>(5,777)</u>	<u>(4,151)</u>
Net book value as at 30 September 2009	<u>44,643</u>	<u>41,897</u>

10. Bank overdrafts and short-term loans from financial institutions

Bank overdrafts and short-term loans from financial institutions consisted of the following:

	Consolidated		Separate	
	financial statements		financial statements	
	As at	As at	As at	As at
	30 September	31 December	30 September	31 December
	2009	2008	2009	2008
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
Bank overdrafts	-	1,446	-	1,446
Short-term loans from financial institutions	<u>326,000</u>	<u>255,418</u>	<u>326,000</u>	<u>237,000</u>
	<u>326,000</u>	<u>256,864</u>	<u>326,000</u>	<u>238,446</u>

10. Bank overdrafts and short-term loans from financial institutions (Continued)

As at 30 September 2009 and 31 December 2008, the Company and subsidiaries have credit lines for bank overdrafts totalling Baht 139.00 million and Baht 148.00 million, respectively, which are guaranteed by the Company totalling Baht 46.00 million and Baht 55.00 million, respectively (see Note 18.8).

As at 30 September 2009 and 31 December 2008, the Company has credit lines for bank overdrafts totalling Baht 93.00 million, with no guarantor.

On 17 September 2004, the Company has entered into short-term loan agreement with a financial institution for working capital in the limit of Baht 300.00 million, no guarantor. The agreement identified the terms of repayment of principal 1 year from the first draw down date. As at 30 September 2009, the Company had outstanding short-term loan of Baht 127.00 million, and interest rate at MMR (Money Market Rate).

On 17 December 2007, the Company has entered into short-term loan agreement with a financial institution for working capital in the limit of Baht 450.00 million, no guarantor. As at 31 December 2008, the Company has outstanding short-term loan of Baht 237.00 million, and interest rate at MMR (Money Market Rate). The Company had repaid such short-term loan during nine-month period ended 30 September 2009.

On 7 January 2008, the Company has entered into short-term loan agreement with a financial institution for working capital in the limit of Baht 450.00 million, no guarantor. As at 30 September 2009, the Company had outstanding short-term loan of Baht 199.00 million, and interest rate at MMR (Money Market Rate).

As at 30 September 2009, Dusit Thai Properties Public Company Limited and 31 December 2008, Royal Princess Public Company Limited, a subsidiary, has entered into short-term loans from financial institutions in the credit limit of Baht 200.00 million for 1 year which is guaranteed by the Company (see Note 18.8). As at 30 September 2009 and 31 December 2008, this subsidiary has not withdrawn such loan.

On 11 April 2008, Philippine Hoteliers, Inc., a subsidiary, has entered into short-term loan from financial institution in amount of Peso 50.00 million for 6 months, interest rate 8.2442% p.a., and no guarantor. As at 31 December 2008, this subsidiary had outstanding short-term loan of Peso 25.00 million and repaid such short-term loan during nine-month period ended 30 September 2009.

11. Long-term liabilities under financial lease agreements

Long-term liabilities under financial lease agreements consisted of the following:

	Consolidated		Separate	
	financial statements		financial statements	
	As at	As at	As at	As at
	30 September	31 December	30 September	31 December
	2009	2008	2009	2008
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
Long-term liabilities under financial lease agreements	1,913	4,449	1,430	3,366
Less Deferred interest	(198)	(466)	(139)	(334)
	1,715	3,983	1,291	3,032
Less Current portion	(1,605)	(3,024)	(1,210)	(2,322)
	110	959	81	710

12. Long-term loans

Long-term loans consisted of the following:

	Interest rate		Consolidated		Baht :’000	
	% p.a.		financial statements		Separate	
	As at	As at	(Unaudited)	(Audited)	(Unaudited)	(Audited)
	30 September	31 December	As at	As at	As at	As at
2009	2008	2009	2008	2009	2008	
Loans from financial institutions						
Repayable in semi-annual installments through 2013 by the Company	3.60	-	330,000	-	330,000	-
Repayable in semi-annual installments through 2011 by the Company	-	4.125	-	430,000	-	430,000
Repayable in semi-annual installments through 2013 by Dusit Thai Properties Public Company Limited	3.60	-	204,000	-	-	-
Repayable in semi-annual installments through 2012 by Dusit Hotels and Resorts Company Limited	-	4.125	-	232,000	-	-
Repayable in semi-annual installments through 2015 by Philippine Hoteliers, Inc.	5.9538	6.7654	303,932	375,743	-	-
			837,932	1,037,743	330,000	430,000
<u>Less</u> Current portion			(83,260)	(313,807)	-	(200,000)
			<u>754,672</u>	<u>723,936</u>	<u>330,000</u>	<u>230,000</u>

Movements in the long-term loans account are summarized as follows:

	Consolidated		Baht :’000	
	financial statements		Separate	
	For the	For the	For the	For the
	nine-month	year ended	nine-month	year ended
period ended	period ended	period ended	period ended	
30 September	31 December	30 September	31 December	
2009	2008	2009	2008	
(Unaudited)	(Audited)	(Unaudited)	(Audited)	
Balance brought forward	1,037,743	1,572,783	430,000	800,000
<u>Less</u> Repayments	(184,973)	(496,000)	(100,000)	(370,000)
Exchange gain on translation	(14,838)	(39,040)	-	-
Balance carried forward	<u>837,932</u>	<u>1,037,743</u>	<u>330,000</u>	<u>430,000</u>

12. Long-term loans (Continued)

The Company and subsidiaries have long-term loan agreements as follows:

1. On 17 September 2004, the Company has entered into loan agreement with a bank to renovate office building and hotels in the limit of Baht 1,000.00 million, no guarantor. The agreement identified the terms and conditions as follows:
 - Interest For the 1st year period, 2.5% per annum, repayment every 3 months

For the 2nd - 7th years, 1 year fixed deposit rate plus 2% per annum, the interest rate will be considered every 6 months and repayment interest is every 3 months
 - Repayment of principal in semi-annual installments through 2011 is for 10 installments. The first installment is from 30 months from the first draw down date which is 27 September 2004. The repayment is Baht 100.00 million each.

During 2008, the Company has repaid its loans before its repayment date in amount of Baht 170.00 million.

Such loan agreement specifies to the Company not to provide loan, lending, guarantee, be responsible or enter to be responsible to others' liabilities, except for (a) in the normal course of business of the Company (b) such loan or lending provide aggregates not excess the amount of Baht 1,000.00 million, and when aggregate with guarantee, be responsible or enter to be responsible to others' liabilities, such amount shall not be over Baht 2,000.00 million. In addition, such loan agreement also carries certain restrictive covenants pertaining to the debt to equity ratio of the Company.

On 21 October 2009, the Company has entered into the amendment agreement to change certain terms and conditions of such loan agreement by remaining the terms and conditions of the existing agreement, except details the following:

- a. Change the interest rates to the new interest rates as follows:

For the period from 31 August 2009 to 31 August 2010, 3.60% per annum

For the period from 1 September 2010 to 31 August 2011, 3.85% per annum

For the period from 1 September 2011 onwards up to the complete installment, prime rate less 1.85% per annum

- b. Grace the repayment of principal for 4 semi-annual installments and start the first semi-annual installment in August 2011 and every semi-annual installment. The repayment is Baht 100.00 million each for 3 periods and the remaining principal in February 2013.

During the installment periods, the Company has to maintain its accumulated investment at a time not more than Baht 300.00 million, except as agreed by written letter from the bank.

2. On 25 December 2003, Dusit Hotels and Resorts Company Limited which as at 1 April 2009 is Dusit Thai Properties Public Company Limited, a subsidiary, has entered into loan agreement with a bank to acquire and renovate a hotel of such subsidiary in Chiang Mai in the limit of Baht 400.00 million. Such agreement was guaranteed by the Company (see Note 18.8). The agreement identified the terms and conditions as follows:
 - Interest For the 1st year period, 2.5% per annum, repayment every 3 months

For the 2nd - 8th years, 1 year fixed deposit rate plus 2% per annum, the interest rate will be considered every 6 months and repayment interest is every 3 months
 - Repayment of principal in semi-annual installments through 2012 is for 14 installments. The first installment is from 24 months from the first draw down date which is 2 March 2004. The repayment of the 1st - 13th periods are Baht 28.00 million each and the 14th period is Baht 36.00 million.

12. Long-term loans (Continued)

Such loan agreement specifies to the subsidiary not to provide loan, lending, guarantee, be responsible or enter to be responsible to others' liabilities, except for in the normal course of business of the subsidiary. In other cases, the amount shall not be over Baht 200.00 million, except for receiving the written approval letter in advance from the lender. In addition, such loan agreement also carries certain restrictive covenants pertaining to the debt to equity ratio and not reduces its share capital of such subsidiary.

On 21 October 2009, such subsidiary has entered into the amendment agreement to change certain terms and conditions of such loan agreement by remaining the terms and conditions of the existing agreement, except details the following:

- a. Started from 31 August 2009, such subsidiary agreed to change the interest rates to the new interest rates as follows:

For the period from 31 August 2009 to 31 August 2010, 3.60% per annum
For the period from 1 September 2010 to 31 August 2011, 3.85% per annum
For the period from 1 September 2011 onwards, prime rate less 1.85% per annum

- b. Grace the repayment of principal for the period from September 2009 to August 2010 and start the first installment in September 2010 and every semi-annual installment for 7 periods at Baht 28.00 million each and the remaining principal in September 2013.

During the installment periods, such subsidiary has to maintain its accumulated investment at a time not more than Baht 150.00 million, except as agreed by written letter from the bank.

3. On 24 February 2006, Dusit Hotels and Resorts Company Limited which as at 1 April 2009 is Dusit Thai Properties Public Company Limited, a subsidiary, has entered into loan agreement with a bank to acquire additional land and building for hotel of such subsidiary in Chiang Mai and renovate remaining parts in the limit of Baht 200.00 million. Such agreement was guaranteed by the Company.

During 2007, the subsidiary has repaid its loans before its repayment date in amount of Baht 130.00 million, and on 23 May 2008, the subsidiary has already repaid all such loan, as such the Company has withdrawn the above guarantee.

4. On 2 February 2007, Philippine Hoteliers, Inc., a subsidiary, has entered into loan agreement with a bank to renovate its hotel in the limit of Peso 510.00 million, guaranteed by mortgaged of its hotel building and equipment and rights on lease agreement. The agreement identified the terms and conditions as follows:

- Interest First 6 months interest rate reference to corresponding promissory note, thereafter interest rate reference to 6-month MART1 in Philippines plus 1.70% per annum, repayment every 6 months.
- Repayment of principal in semi-annual installments through 2015 is for 13 installments. The first installment is from 24 months from the first draw down date which is 9 February 2007.

As at 30 September 2009 and 31 December 2008, this subsidiary had outstanding long-term loan of Peso 431.54 million and Peso 510.00 million, respectively.

Such loan agreement specifies to declare dividends, carries certain restrictive covenants pertaining to the debt to equity ratio and current ratio of such subsidiary.

13. Treasury common shares and weighted average number of ordinary shares

13.1 Treasury common shares

13.1.1 Dusit Thani Public Company Limited

On 13 November 2003, the Board of Directors of the Company passed a resolution to repurchase 2,779,500 ordinary shares or 3.27% of the Company's paid-up share capital. The purpose is for financial management because the Company has excess liquidity. The resale period of such repurchase share was from 1 July 2004 to 29 December 2006.

The 2,760,500 shares or 3.25% of the Company's paid-up capital has been repurchased, totalling Baht 115.82 million.

During 2006, the Company sold 2,760,500 treasury common shares and gain on sales in the amount of Baht 16.95 million has been presented as paid-in surplus - treasury common shares.

13.1.2 Dusit Thani Properties Company Limited

Dusit Thani Properties Company Limited, a subsidiary, held 606,300 ordinary shares of the Company with the acquisition cost of Baht 20.24 million. Such shares were presented as treasury common shares in the consolidated balance sheets.

During 2006, Dusit Thani Properties Company Limited sold 134,800 ordinary shares of the Company to third parties totalling Baht 5.92 million and gain on sales in the amount of Baht 1.42 million has been presented as paid-in surplus - treasury common shares. As at 30 September 2009 and 31 December 2008, Dusit Thani Properties Company Limited held 471,500 ordinary shares of the Company with the carrying value of Baht 15.74 million. Such shares were presented as treasury common shares in the consolidated balance sheets.

The Company has complied with the letter from The Securities and Exchange Commission No. Kor Lor Tor Chor Sor (Vor) 2/2548 dated 14 February 2005, regarding comment on information disclosure of appropriation of treasury common shares reserve. As at 30 September 2009 and 31 December 2008, the Company has appropriated its retained earnings to treasury common shares reserve in the amount of Baht 15.74 million which has been included in other reserves.

13.2 Weighted average number ordinary shares

Weighted average number of ordinary shares calculated as follows:

	Consolidated financial statements (Unaudited) For the three-month and nine-month periods ended 30 September		Separate financial statements (Unaudited) For the three-month and nine-month periods ended 30 September	
	2009	2008	2009	2008
Number of issued and paid-up ordinary shares	85,000,000	85,000,000	85,000,000	85,000,000
<u>Less Repurchased ordinary shares by Dusit Thani Properties Company Limited</u>	<u>(471,500)</u>	<u>(471,500)</u>	<u>-</u>	<u>-</u>
Weighted average number of ordinary shares	<u>84,528,500</u>	<u>84,528,500</u>	<u>85,000,000</u>	<u>85,000,000</u>

14. Income tax

For the three-month and nine-month periods ended 30 September 2009 and 2008, income tax of the Company, subsidiaries and a joint venture have been calculated on the net profit after deduction of revenue which is not subjected to tax calculation and adding back certain expenses which are disallowance for tax computation purposes.

For the three-month period ended 30 September 2008, income tax of the Company and subsidiaries have negative balance because they have adjusted the effect of income tax for the six-month period ended 30 June 2008 which was more than the income tax for the nine-month period ended 30 September 2008.

15. Dividend paid

On 27 April 2009, the shareholders' meeting of the Company passed a resolution to pay dividend for the fiscal year 2008 for 85,000,000 ordinary shares at Baht 1.00 per share, totalling Baht 85.00 million as follows:

- The interim dividend from the operation of the first half year of Baht 0.50 per share, totalling Baht 42.50 million was paid on 9 September 2008.
- The dividend from the operation of the second half year of Baht 0.50 per share, totalling Baht 42.50 million was paid on 21 May 2009.

On 29 April 2008, the shareholders' meeting of the Company passed a resolution to pay dividend for the fiscal year 2007 for 85,000,000 ordinary shares at Baht 1.00 per share, totalling Baht 85.00 million as follows:

- The interim dividend from the operation of the first half year of Baht 0.50 per share, totalling Baht 42.50 million was paid on 6 September 2007.
- The dividend from the operation of the second half year of Baht 0.50 per share, totalling Baht 42.50 million was paid on 22 May 2008.

16. Revenues arising from exchanges of goods or services

The Company and subsidiaries have revenues arising from exchange of goods or services with the outside parties. The Company and subsidiaries recognized revenues from such parties when the goods or services are rendered from the Company and subsidiaries. Such revenues are charged at the arm-length prices that charged to the other customers or at the agreed price to exchange according to each agreement.

Revenues arising from exchange of goods or services included in revenues from sales and services are as follows:

	Consolidated		Baht : '000	
	financial statements		Separate	
	(Unaudited)		financial statements	
	2009	2008	2009	2008
	(Unaudited)		(Unaudited)	
For the three-month period ended 30 September				
Revenues arising from exchanges of goods or services	6,755	8,798	6,305	8,216
For the nine-month period ended 30 September				
Revenues arising from exchanges of goods or services	13,105	14,867	12,355	13,365

17. Transactions between related companies

Transactions between related companies are as follows:

17.1 Investment in subsidiaries, and a joint venture

As at 30 September 2009 (Unaudited)

Company's name	Country of incorporation	Type of business	Relationship	Issued and paid-up (ordinary shares)	% of shareholding	Investment		Baht : '000
						Separate financial statement Cost	Consolidated financial statement Equity	
Subsidiaries								
1. Dusit Thani Properties Co., Ltd.	Thailand	Holding	Subsidiary	800,000	99.99	799,999	-	-
• Dusit Thai Properties Public Co., Ltd.	Thailand	Hotel and Management	Subsidiary (Indirect holding)	825,000	84.64	-*	-	-
• Philippine Hoteliers, Inc.	Philippines	Hotel	Subsidiary (Indirect holding)	PESO 364,870	88.00	-*	-	-
• Dusit Enterprises Co., Ltd.	Republic of Mauritius	Management	Subsidiary (Indirect holding)	USD 28	99.99	-*	-	-
						799,999	-	-
2. Landmark Hotel Co., Ltd.	Thailand	Hotel	Subsidiary	10,000	99.88	9,988	-	-
3. Devarana Spa Co., Ltd.	Thailand	Spa	Subsidiary	8,000	99.99	8,000	-	-
4. Dusit Executive Development Center Co., Ltd.	Thailand	Training	Subsidiary	5,000	99.99	5,000	-	-
5. Dusit Thai Properties Public Co., Ltd.	Thailand	Hotel and Management	Subsidiary	825,000	2.15	32,075	-	-
6. Dusit Worldwide Co., Ltd.	Thailand	Management	Subsidiary	50,000	99.99	50,000	-	-
• Dusit Overseas Co., Ltd.	Hong Kong	Management	Subsidiary (Indirect holding)	HKD 33	99.99	-**	-	-
• Dusit International Management Holding Co., Ltd.	Republic of Mauritius	Management	Subsidiary (Indirect holding)	USD 10	99.99	-**	-	-
						50,000	-	-
						905,062	-	-
						(9,988)	-	-
						895,074	-	-
<u>Less Allowance for impairment in investments</u>								
Joint venture								
1. Le Cordon Bleu Dusit Co., Ltd.	Thailand	Cooking School	Joint venture	40,000	49.99	19,999	-	-
						19,999	-	-

* Dusit Thani Properties Company Limited holds 84.65% in Dusit Thai Properties Public Company Limited, 88.01% in Philippine Hoteliers, Inc. and 100.00% in Dusit Enterprises Company Limited.

** Dusit Worldwide Company Limited holds 100.00% in Dusit Overseas Company Limited and 100.00% in Dusit International Management Holding Company Limited.

17. Transactions between related companies (Continued)

17.1 Investment in subsidiaries, and a joint venture (Continued)

As at 31 December 2008 (Audited)

Company's name	Country of incorporation	Type of business	Relationship	Issued and paid-up (ordinary shares)	% of shareholding	Investment	
						Separate financial statement Cost	Consolidated financial statement Equity
Baht : '000							
Subsidiaries							
1. Dusit Thani Properties Co., Ltd.	Thailand	Holding	Subsidiary	800,000	99.99	799,999	-
• Dusit Hotels and Resorts Co., Ltd.	Thailand	Hotel and Management	Subsidiary (Indirect holding)	225,000	97.48	-*	-
• Philippine Hoteliers, Inc.	Philippines	Hotel	Subsidiary (Indirect holding)	PESO 364,870	88.00	-*	-
• Royal Princess Public Co., Ltd.	Thailand	Hotel and Management	Subsidiary (Indirect holding)	600,000	79.80	-*	-
• Dusit Enterprises Co., Ltd.	Republic of Mauritius	Management	Subsidiary (Indirect holding)	USD 28	99.99	-*	-
						799,999	-
2. Landmark Hotel Co., Ltd.	Thailand	Hotel	Subsidiary	10,000	99.88	9,988	-
3. Devarana Spa Co., Ltd.	Thailand	Spa	Subsidiary	8,000	99.99	8,000	-
4. Dusit Executive Development Center Co., Ltd.	Thailand	Training	Subsidiary	5,000	99.99	5,000	-
5. Royal Princess Public Co., Ltd.	Thailand	Hotel and Management	Subsidiary	600,000	2.65	27,515	-
6. Dusit Hotels and Resorts Co., Ltd.	Thailand	Hotel and Management	Subsidiary	225,000	0.81	4,560	-
7. Dusit Worldwide Co., Ltd.	Thailand	Management	Subsidiary	50,000	99.99	50,000	-
• Dusit Overseas Co., Ltd.	Hong Kong	Management	Subsidiary (Indirect holding)	HKD 33	99.99	-**	-
• Dusit International Management Holding Co., Ltd.	Republic of Mauritius	Management	Subsidiary (Indirect holding)	USD 10	99.99	-**	-
						50,000	-
						905,062	-
						(9,988)	-
						895,074	-
<u>Less Allowance for impairment in investments</u>							
Joint venture							
1. Le Cordon Bleu Dusit Co., Ltd.	Thailand	Cooking School	Joint venture	40,000	49.99	19,999	-
						19,999	-

* Dusit Thani Properties Company Limited holds 97.49% in Dusit Hotels and Resorts Company Limited, 88.01% in Philippine Hoteliers, Inc., 79.81% in Royal Princess Public Company Limited and 100.00% in Dusit Enterprises Company Limited.

** Dusit Worldwide Company Limited holds 100.00% in Dusit Overseas Company Limited and 100.00% in Dusit International Management Holding Company Limited.

17. Transactions between related companies (Continued)

17.2 Relationship with related companies

As at 30 September 2009 (Unaudited)

Company's name	Country of incorporation	Type of business	Relationship
Related companies			
1. Acme Printing Co., Ltd.	Thailand	Printing house	Director holds the shares
2. The Peninsula Travel Service Co., Ltd.	Thailand	Sale air ticket	Director holds the shares
3. MBK Public Co., Ltd.	Thailand	Property development	Company and director hold the shares
4. Laguna Resorts & Hotels Public Co., Ltd.	Thailand	Hotel	Company holds the shares and director is director
5. Piyasiri Co., Ltd.	Thailand	Hospital	Director holds the shares
6. Bangkok Bank Public Co., Ltd.	Thailand	Bank	Company and director hold the shares
7. Thai Life Insurance Co., Ltd.	Thailand	Life insurance	Director is director
8. The Navakij Insurance Public Co., Ltd.	Thailand	Non-life insurance	Director is director
9. New Atlantic Co., Ltd.	Thailand	Department store	Director holds the shares
10. Thana-jirang Co., Ltd.	Thailand	Office rental	Director holds the shares

17. Transactions between related companies (Continued)

17.2 Relationship with related companies (Continued)

As at 31 December 2008 (Audited)

Company's name	Country of incorporation	Type of business	Relationship
Related companies			
1. Acme Printing Co., Ltd.	Thailand	Printing house	Director holds the shares
2. The Peninsula Travel Service Co., Ltd.	Thailand	Sale air ticket	Director holds the shares
3. MBK Public Co., Ltd.	Thailand	Property development	Company and director hold the shares
4. Island Resort Hotel Co., Ltd.	Thailand	Hotel	Director is director
5. Laguna Resorts & Hotels Public Co., Ltd.	Thailand	Hotel	Company holds the shares and director is director
6. Piyasiri Co., Ltd.	Thailand	Hospital	Director holds the shares
7. Bangkok Bank Public Co., Ltd.	Thailand	Bank	Company and director hold the shares
8. Thai Life Insurance Co., Ltd.	Thailand	Life insurance	Director is director
9. The Navakij Insurance Public Co., Ltd.	Thailand	Non-life insurance	Director is director
10. New Atlantic Co., Ltd.	Thailand	Department store	Director holds the shares
11. Thana-jirang Co., Ltd.	Thailand	Office rental	Director holds the shares

17. Transactions between related companies (Continued)

17.3 Short-term loans to and from related companies

Short-term loans to and from related companies consisted of the following:

	Baht : '000			
	Consolidated financial statements		Separate financial statements	
	As at	As at	As at	As at
	30 September 2009 (Unaudited)	31 December 2008 (Audited)	30 September 2009 (Unaudited)	31 December 2008 (Audited)
Loan to a joint venture				
Le Cordon Bleu Dusit Co., Ltd.	15,000	15,000	30,000	30,000
	<u>15,000</u>	<u>15,000</u>	<u>30,000</u>	<u>30,000</u>
Loans to subsidiaries				
Dusit Thai Properties Public Co., Ltd.	-	-	13,500	-
Dusit Hotels and Resorts Co., Ltd.	-	-	-	32,000
Dusit Executive Development Center Co., Ltd.	-	-	-	700
Devarana Spa Co., Ltd.	-	-	1,800	-
	<u>-</u>	<u>-</u>	<u>15,300</u>	<u>32,700</u>
Total	<u>15,000</u>	<u>15,000</u>	<u>45,300</u>	<u>62,700</u>
Loan from a related company				
Le Cordon Bleu International BV	17,499	19,999	-	-
Total	<u>17,499</u>	<u>19,999</u>	<u>-</u>	<u>-</u>

The costs of borrowing are as follows:

- Loan to a joint venture - minimum loan rate of commercial banks or not lower than 8.50% p.a.
- Loans to subsidiaries - not lower than interest loan rate or 3 - year fixed deposit rate of commercial bank plus 1.00 - 1.50% p.a.
- Loan from a related company - minimum loan rate of commercial banks or not lower than 8.50% p.a.
- All inter - company borrowings are unsecured.

Movements in the short-term loans to and from related companies account are summarized as follows:

	Baht : '000			
	Consolidated financial statements		Separate financial statements	
	For the nine-month period ended	For the year ended	For the nine-month period ended	For the year ended
	30 September 2009 (Unaudited)	31 December 2008 (Audited)	30 September 2009 (Unaudited)	31 December 2008 (Audited)
Loan to related companies				
Balance brought forward	15,000	20,001	62,700	41,000
Add Additional loans	-	-	31,800	137,000
Less Repayments	-	(5,001)	(49,200)	(115,300)
Balance carried forward	<u>15,000</u>	<u>15,000</u>	<u>45,300</u>	<u>62,700</u>
Loan from related companies				
Balance brought forward	19,999	19,999	-	-
Less Repayments	(2,500)	-	-	-
Balance carried forward	<u>17,499</u>	<u>19,999</u>	<u>-</u>	<u>-</u>

17. Transactions between related companies (Continued)

17.4 Significant business transactions

Related balances

Separate financial statements

Company	As at 30 September 2009 (Unaudited)					As at 31 December 2008 (Audited)						Baht : '000
	Trade accounts receivable	Other current assets	Leasehold - net	Accrued expenses	Other current liabilities	Trade accounts receivable	Other current assets	Leasehold - net	Trade accounts payable	Accrued expenses	Other current liabilities	
Royal Princess Public Co., Ltd.	-	-	-	-	-	35	7,345	-	-	44	32	
Dusit Hotels and Resorts Co., Ltd.	-	-	-	-	-	24	1,936	78,000	-	-	6,859	
Dusit Thai Properties Public Co., Ltd.	142	10,257	72,000	32	1,425	-	-	-	-	-	-	
Dusit Thani Properties Co., Ltd.	1	97	-	-	-	12	97	-	-	-	-	
Philippine Hoteliers, Inc.	-	28	-	-	-	7	5,717	-	-	-	-	
Devarana Spa Co., Ltd.	156	84	-	85	853	152	85	-	-	846	823	
Dusit Executive Development Center Co., Ltd.	98	37	-	-	-	626	163	-	6	9	442	
Dusit Worldwide Co., Ltd.	374	942	-	1,706	15,389	1,640	22,429	-	-	974	61,841	
Dusit Overseas Co., Ltd.	-	1,143	-	-	-	-	290	-	-	-	551	
Le Cordon Bleu Dusit Co., Ltd.	336	210	-	-	-	310	241	-	-	-	-	
Acme Printing Co., Ltd.	-	-	-	-	-	-	-	-	-	-	42	
The Peninsula Travel Service Co., Ltd.	-	-	-	-	39	-	-	-	-	-	25	
MBK Public Co., Ltd.	-	3,263	-	-	49	-	2,688	-	-	-	-	
Island Resort Hotel Co., Ltd.	-	-	-	-	-	-	4,985	-	-	-	2,000	
Laguna Resorts & Hotels Public Co., Ltd.	103	2,329	-	-	152	-	8,317	-	-	-	4,000	
Piyasiri Co., Ltd.	-	-	-	-	-	-	-	-	-	-	1,422	
Bangkok Bank Public Co., Ltd.	-	5	-	-	-	-	-	-	-	-	-	
	<u>1,210</u>	<u>18,395</u>	<u>72,000</u>	<u>1,823</u>	<u>17,907</u>	<u>2,806</u>	<u>54,293</u>	<u>78,000</u>	<u>6</u>	<u>1,873</u>	<u>78,037</u>	

17. Transactions between related companies (Continued)

17.4 Significant related business transactions (Continued)

Related transactions

Separate financial statements

Company	For the three-month period ended 30 September 2009 (Unaudited)									For the three-month period ended 30 September 2008 (Unaudited)									Baht : '000
	Revenue	Management	Interest	Dividend	Other	Cost of	Selling	Administrative	Depreciation	Revenue	Management	Interest	Dividend	Other	Cost of	Selling	Administrative	Depreciation	
	from	service	income	income	income	sales	expenses	expenses	and	from	service	income	income	income	sales	expenses	expenses	and	
	sales and	income						amortization	sales and	income							amortization		
	services								services										
Royal Princess Public Co., Ltd.	-	-	-	-	-	-	-	-	-	196	-	-	796	6,709	-	-	-	-	
Dusit Hotels and Resorts Co., Ltd.	-	-	-	-	-	-	-	-	-	-	1,316	935	-	1,013	-	-	8,429	12,250	
Dusit Thai Properties Public Co., Ltd.	-	5,440	94	-	6,237	-	-	7,500	2,000	-	-	-	-	-	-	-	-	-	
Dusit Thani Properties Co., Ltd.	-	-	-	-	271	-	-	-	-	-	-	-	20,000	271	-	-	-	-	
Philippine Hoteliers, Inc.	-	-	-	-	40	-	-	-	-	-	7,151	-	-	1,311	-	-	-	-	
Devarana Spa Co., Ltd.	494	-	-	-	1,637	137	-	531	-	560	-	-	-	1,738	280	-	847	-	
Dusit Executive Development Center Co., Ltd.	643	-	-	-	98	-	-	2,041	-	1,482	-	10	-	89	-	-	3,283	-	
Dusit Worldwide Co., Ltd.	1,891	-	-	-	4,359	-	13,892	34,539	-	2,237	-	44	-	104	-	4,251	22,408	-	
Le Cordon Bleu Dusit Co., Ltd.	2,439	-	643	-	81	-	-	-	-	2,279	-	643	-	64	-	-	-	-	
The Peninsula Travel Service Co., Ltd.	-	-	-	-	-	-	-	512	-	-	-	-	-	-	-	-	187	-	
MBK Public Co., Ltd.	-	-	-	-	125	-	-	123	-	-	-	-	-	169	-	-	-	-	
Island Resort Hotel Co., Ltd.	-	-	-	-	-	-	-	-	-	-	2,050	-	-	93	-	-	4	-	
Laguna Resorts & Hotels Public Co., Ltd.	-	2,403	-	-	461	-	-	487	-	-	2,773	-	-	207	-	-	29	-	
Piyasiri Co., Ltd.	-	-	-	-	-	-	-	33	-	-	-	-	-	-	-	-	71	-	
Bangkok Bank Public Co., Ltd.	-	-	-	63	34	-	-	34	-	-	-	-	63	-	-	-	40	-	
The Navakij Insurance Public Co., Ltd.	-	-	-	-	-	-	-	2	-	-	-	-	-	-	-	-	-	-	
	5,467	7,843	737	63	13,343	137	13,892	45,802	2,000	6,754	13,290	1,632	20,859	11,768	280	4,251	35,298	12,250	

17. Transactions between related companies (Continued)

17.4 Significant related business transactions (Continued)

Related transactions

Separate financial statements

Company	For the nine-month period ended 30 September 2009 (Unaudited)									For the nine-month period ended 30 September 2008 (Unaudited)								
	Revenue from sales and services	Management service income	Interest income	Dividend income	Other income	Cost of sales	Selling expenses	Administrative expenses	Depreciation and amortization	Revenue from sales and services	Management service income	Interest income	Dividend income	Other income	Cost of sales	Selling expenses	Administrative expenses	Depreciation and amortization
Royal Princess Public Co., Ltd.	-	5,081	-	796	6,983	-	-	-	-	589	-	-	2,388	21,014	-	-	-	-
Dusit Hotels and Resorts Co., Ltd.	-	864	445	-	1,491	-	-	13,410	2,000	-	3,934	1,627	-	4,308	-	-	25,583	36,750
Dusit Thai Properties Public Co., Ltd.	337	9,399	199	-	11,491	-	-	16,974	4,000	-	-	-	-	-	-	-	-	-
Dusit Thani Properties Co., Ltd.	-	-	-	20,000	814	-	-	-	-	-	-	-	60,000	853	-	-	-	-
Philippine Hoteliers, Inc.	-	4,653	-	-	2,362	-	-	-	-	-	22,793	-	-	3,985	-	-	-	-
Devarana Spa Co., Ltd.	1,493	-	1	-	4,917	563	-	1,701	-	1,656	-	-	400	5,269	866	-	2,348	-
Dusit Executive Development Center Co., Ltd.	2,160	-	2	-	275	-	-	3,593	-	3,240	-	29	-	280	-	-	7,863	-
Dusit Worldwide Co., Ltd.	5,751	-	-	-	11,417	-	30,333	50,534	-	2,237	-	44	-	975	-	4,251	22,408	-
Dusit Overseas Co., Ltd.	-	-	-	-	58	-	-	-	-	-	-	-	-	-	-	-	-	-
Le Cordon Bleu Dusit Co., Ltd.	7,096	-	1,907	-	223	-	-	-	-	6,846	-	2,010	-	261	-	-	-	-
Acme Printing Co., Ltd.	-	-	-	-	-	-	-	148	-	-	-	-	-	-	-	-	1,572	-
The Peninsula Travel Service Co., Ltd.	-	-	-	-	-	-	-	1,290	-	-	-	-	-	-	-	-	1,890	-
MBK Public Co., Ltd.	-	-	-	3,954	1,269	-	-	231	-	-	-	-	-	1,189	-	-	16	-
Island Resort Hotel Co., Ltd.	-	-	-	-	-	-	-	-	-	-	6,602	-	-	999	-	-	62	-
Laguna Resorts & Hotels Public Co., Ltd.	344	16,847	-	2,750	2,418	-	-	1,169	-	-	19,776	-	3,500	4,671	-	-	121	-
Piyasiri Co., Ltd.	-	-	-	-	-	-	-	163	-	-	-	-	-	-	-	-	203	-
Bangkok Bank Public Co., Ltd.	-	-	223	190	34	-	-	119	-	-	-	257	190	-	-	-	91	-
Thai Life Insurance Co., Ltd.	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	11	-
The Navakij Insurance Public Co., Ltd.	-	-	-	-	-	-	-	294	-	-	-	-	-	-	-	-	481	-
	<u>17,181</u>	<u>36,844</u>	<u>2,777</u>	<u>27,690</u>	<u>43,752</u>	<u>563</u>	<u>30,333</u>	<u>89,626</u>	<u>6,000</u>	<u>14,568</u>	<u>53,105</u>	<u>3,967</u>	<u>66,478</u>	<u>43,804</u>	<u>866</u>	<u>4,251</u>	<u>62,649</u>	<u>36,750</u>

17. Transactions between related companies (Continued)

17.4 Significant related business transactions (Continued)

Prices and terms are as follows:

Management fees are similar to the fee charged to other hotels which were managed by the Company.

Other income is calculated based on actual expenses incurred and the price agreed upon by the Company and the subsidiary according to the agreement.

The interest income see Note 17.3.

Prepaid rental of land and buildings, goodwill on the acquisition of hotel business from the subsidiary and other expense are based on the price agreed upon by the Company and the subsidiary according to the agreement.

The remuneration received for transferring of rights and obligations of the Hotels Management Agreement to the subsidiary is equivalent to 1.50% of total revenue or gross operation profit, depending on the condition of each contract which is used as the base for computation of management fee or licensing fee charged from each hotel.

Sale and purchase of equipment by the Company and the subsidiary are based on book value plus margin as agreed.

Other sale and purchase transactions are in the normal prices transacted with third parties and discount policies.

18. Guarantees, commitments and contingent liabilities

18.1 As at 30 September 2009 and 31 December 2008, the Company and two subsidiaries, namely, Dusit Thai Properties Public Company Limited (or Dusit Hotels and Resorts Company Limited and Royal Princess Public Company Limited) had letter of guarantees issued by banks totalling Baht 22.63 million.

18.2 As at 30 September 2009 and 31 December 2008, the Company had letter of guarantees issued by banks totalling Baht 16.45 million.

18.3 On 3 November 1999, the Company submitted the dispute to the arbitration for claiming the management fee and incentive fee from a contracting company, totalling Baht 50.05 million, included claim for damage of failing to perform according to the agreement of Baht 27.57 million. On 28 December 1999, the contracting company rejected to all claims and filed a counter claim against the Company totalling Baht 42.22 million.

On 26 June 2003, the arbitrator had a verdict that the contracting company had to pay the Company Baht 2.74 million with 7.5% interest per annum as from the date of filing the dispute until tender complete performance. The Company had to pay the contracting company Baht 0.62 million together with 7.5% interest per annum as from the date of filing the challenge/cross-complaint until such amount has been paid. However, the Company disagrees with verdict of arbitrator. On 26 September 2003, the Company has laid request to arbitrator and has disputed verdict of arbitrator to the Civil Court. On 12 April 2005, the Court designed to dismiss the notion.

On 10 June 2005, the Company has appealed the case to the Court. Currently, the case is under the consideration of the Appeal Court.

18. Guarantees, commitments and contingent liabilities (Continued)

18.4 On 26 June 2001, the Company paid Baht 44.25 million to the Official Receiver on behalf of World Intertrade Corporation Limited. Subsequently, the Company submitted a notice to World Intertrade Corporation Limited requesting for the repayment of debt to the Company. However, the Company did not receive any repayment from World Intertrade Corporation Limited. Therefore, on 19 December 2001, the Company filed a claim with The Southern Bangkok Civil Court against World Intertrade Corporation Limited for demanding the repayment of Baht 45.78 million which the Company has a lawful right to claim.

On 7 December 2001, World Intertrade Corporation Limited filed a claim with The Southern Bangkok Civil Court against the Company. The claim demands the return of property (the Dusit Resort Pattaya Building currently, Dusit Thani Hotel, Pattaya) and damages. The amount claimed for damages is Baht 2,760.00 million. The Company has already filed an answer to the claim on such issue with The Southern Bangkok Civil Court on 16 January 2002 due to the reason that the Company has peacefully and openly possessed the property with intention to be its owner for more than 10 years and has obtained the Building by operation of law.

On 29 July 2002, the Southern Bangkok Civil Court ordered to tie conjointly the following cases, the case under which World Intertrade Corporation Limited sue the Company calling for its assets (the Dusit Resort Pattaya Building currently, Dusit Thani Hotel, Pattaya) and claiming for compensation on ground of wrongful act of the Company and the case under which the Company sue World Intertrade Corporation Limited.

On 26 March 2004, the Court has declared the case filed by World Intertrade Corporation Limited has been dismissed with the verdict that the Company is the owner of the property, Dusit Resort Pattaya Building (currently, Dusit Thani Hotel, Pattaya), by virtue of the law found in the Civil and Commercial Code of Thailand, sections 1382 and 1385 without doubt and the Court has given the verdict that World Intertrade Corporation Limited must pay compensation amounting to Baht 45.78 million with 7.5% interest per annum of the principal amount of Baht 44.25 million starting from 20 December 2001 until the entire amount has been fully paid.

On 26 April 2004, World Intertrade Corporation Limited filed the appeal with the Appeal Court. On 7 July 2004, the Company then filed the appeal answer and filed the objection against petition requesting the Court to delay the execution.

On 31 January 2005, the Company filed a bankruptcy case against World Intertrade Corporation Limited with the Central Bankruptcy Court. Thereafter, on 11 July 2005, the Central Bankruptcy Court granted the receiving order. Then, on 9 August 2005, World Intertrade Corporation Limited filed the appeal against the receiving order and the Company then filed the appeal answer against the said appeal. On 21 October 2008, the Bankruptcy department of the Supreme Court has considered by sustaining result of the Court of First Instance to the receiving order of World Intertrade Corporation Limited.

On 30 January 2006, the Official Receiver of World Intertrade Corporation Limited carried out the case to the Southern Bangkok Civil Court against the Company to claim for returning of the assets (the Dusit Resort Pattaya Building currently, Dusit Thani Hotel, Pattaya).

On 3 April 2007, the Southern Bangkok Civil Court made an appointment with litigant the result of case of the Appeal Court of World Intertrade Corporation Limited filed the Company to the Southern Bangkok Civil Court to claim for returning of the assets (the Dusit Resort Pattaya Building currently, Dusit Thani Hotel, Pattaya) by standing the result of the Court of First Instance, to dispose such case of World Intertrade Corporation Limited out of the case list.

On 3 May 2007, World Intertrade Corporation Limited filed the Company to the supreme case with the Southern Bangkok Civil Court against the result of the Court of First Instance and Appeal Court. However, on 26 July 2007, the Company filed the case against such Supreme Court. Currently, the case is under the consideration of the Supreme Court.

18. Guarantees, commitments and contingent liabilities (Continued)

18.5 For Philippine Hoteliers, Inc., an indirect subsidiary, as at 30 September 2009 and 31 December 2008, there are pending litigations, unasserted claims, and contingent liabilities that may arise in the normal course of operations of the subsidiary which are not reflected in the accompanying financial statements such as pending labor dispute cases filed with the NLRC-NCR. In addition, this subsidiary is currently contesting certain tax assessment amounting to PESO 21.82 million issued by the Bureau of Internal Revenue (BIR) against it for the calendar year ending 1998. The subsidiary's management is of the opinion that expenses, if any, from these contingencies, are not significant and will not have material adverse effects and no provision has been made on subsidiary's financial statements.

18.6 On 19 June 2009, Dusit Thani Properties Company Limited, a subsidiary, filed a lawsuit on unfair dismissal claims from one employee with the claim amount (including interest) to Euro 163,757.18 or approximately Baht 7.70 million. On 19 August 2009, the Plaintiff found that such subsidiary was not the right employer of such employee. The Plaintiff, then, withdrew the case from the Court.

18.7 As at 30 September 2009 and 31 December 2008, the Company, subsidiaries and a joint venture have commitments for renovation contracts totalling Baht 46.87 million and Baht 63.43 million, respectively.

As at 30 September 2009 and 31 December 2008, the Company has commitments for renovation contracts totalling Baht 32.65 million and Baht 33.32 million, respectively.

18.8 The Company has contingent liabilities for the guarantee of credit facilities granted to the subsidiaries consisted of the following:

		Baht : '000	
		As at	As at
	Notes	30 September	31 December
		2009	2008
		(Unaudited)	(Audited)
Bank overdrafts	10	46,000	55,000
Short-term loans from financial institutions	10	200,000	200,000
Long-term loans	12	400,000	400,000
Total		<u>646,000</u>	<u>655,000</u>

19. Seasonality of operation

The main business of the Company is hotel operation. The main revenues of the Company are received seasonally within a financial year especially in the first and fourth three-month of each year. Such revenues are recognized when incurred. For supplementary financial information, revenue from sales and services, cost of sales and services and net profit for the twelve-month periods ended 30 September 2009 and 2008 were shown as below:

	Baht : '000			
	For the twelve-month periods ended 30 September		Separate	
	Consolidated		financial statements	
	(Unaudited)		(Unaudited)	
	2009	2008	2009	2008
Revenue from sales and services	2,634,147	3,185,177	1,458,081	1,835,208
Cost of sales and services	1,457,581	1,664,165	750,338	874,277
Net profit (loss)	(98,206)	286,798	(65,297)	304,058

20. Revenues from promoted activities

Revenues from a joint venture which is promoted activities included in the consolidated financial statements consist of the following:

	Baht : '000		
	Promoted activities	Non-promoted activities	Total amount
For the three-month period ended 30 September 2009			
Revenue from sales and services	16,160	-	16,160
Other income	-	56	56
Total	<u>16,160</u>	<u>56</u>	<u>16,216</u>
For the three-month period ended 30 September 2008			
Revenue from sales and services	11,887	-	11,887
Interest income	-	601	601
Total	<u>11,887</u>	<u>601</u>	<u>12,488</u>
For the nine-month period ended 30 September 2009			
Revenue from sales and services	42,208	-	42,208
Interest income	-	19	19
Other income	-	111	111
Total	<u>42,208</u>	<u>130</u>	<u>42,338</u>
For the nine-month period ended 30 September 2008			
Revenue from sales and services	32,660	-	32,660
Interest income	-	20	20
Other income	-	740	740
Total	<u>32,660</u>	<u>760</u>	<u>33,420</u>

21. Business segment information

Business segment information of the Company, subsidiaries and a joint venture classified by geographical segment are as follows:

	Revenues	Net Profit (Loss)	Baht : Million Assets Employed
For the three-month period ended 30 September 2009			
Bangkok	459.03	(13.23)	3,836.54
Other provinces	212.78	(41.60)	2,116.40
Overseas	170.43	10.74	803.92
Total	<u>842.24</u>	<u>(44.09)</u>	<u>6,756.86</u>
<u>Less</u> Inter-company transactions	<u>(128.42)</u>	<u>0.40</u>	<u>(1,133.87)</u>
Total	<u>713.82</u>	<u>(43.69)</u>	<u>5,622.99</u>
<u>Less</u> Net loss of minority interest		<u>0.07</u>	
Consolidated net loss - equity holders of the parent		<u>(43.62)</u>	
Consolidated assets			<u>5,622.99</u>

21. Business segment information (Continued)

	Revenues	Net Profit (Loss)	Baht : Million Assets Employed
For the three-month period ended 30 September 2008			
Bangkok	596.10	93.08	4,109.70
Other provinces	243.53	(30.89)	2,163.38
Overseas	167.43	(13.59)	896.35
Total	<u>1,007.06</u>	<u>48.60</u>	<u>7,169.43</u>
<u>Less</u> Inter-company transactions	<u>(193.12)</u>	<u>(77.44)</u>	<u>(1,176.27)</u>
Total	<u>813.94</u>	<u>(28.84)</u>	<u>5,993.16</u>
<u>Add</u> Net profit of minority interest		<u>(1.78)</u>	
Consolidated net loss - equity holders of the parent		<u>(30.62)</u>	
Consolidated assets			<u>5,993.16</u>

	Revenues	Net Profit (Loss)	Baht : Million Assets Employed
For the nine-month period ended 30 September 2009			
Bangkok	1,320.69	(8.07)	3,836.54
Other provinces	678.44	(79.16)	2,116.40
Overseas	517.67	19.23	803.92
Total	<u>2,516.80</u>	<u>(68.00)</u>	<u>6,756.86</u>
<u>Less</u> Inter-company transactions	<u>(368.04)</u>	<u>(42.88)</u>	<u>(1,133.87)</u>
Total	<u>2,148.76</u>	<u>(110.88)</u>	<u>5,622.99</u>
<u>Less</u> Net loss of minority interest		<u>0.29</u>	
Consolidated net loss - equity holders of the parent		<u>(110.59)</u>	
Consolidated assets			<u>5,622.99</u>

	Revenues	Net Profit (Loss)	Baht : Million Assets Employed
For the nine-month period ended 30 September 2008			
Bangkok	1,858.84	351.88	4,109.70
Other provinces	891.89	(4.08)	2,163.38
Overseas	521.23	(16.17)	896.35
Total	<u>3,271.96</u>	<u>331.63</u>	<u>7,169.43</u>
<u>Less</u> Inter-company transactions	<u>(421.52)</u>	<u>(117.96)</u>	<u>(1,176.27)</u>
Total	<u>2,850.44</u>	<u>213.67</u>	<u>5,993.16</u>
<u>Add</u> Net profit of minority interest		<u>(9.42)</u>	
Consolidated net profit - equity holders of the parent		<u>204.25</u>	
Consolidated assets			<u>5,993.16</u>

22. Disclosure of financial instruments

Fair value of financial instruments

The following methods and assumptions were used by the Company, subsidiaries and a joint venture in estimating fair value of financial instruments as disclosed herein:

Cash in hand and at banks, current investments whose maturity is less than 90 days, and trade accounts receivable; the carrying values approximate their fair values.

22. Disclosure of financial instruments (Continued)

As at 31 December 2008, fixed deposits with maturity of 1 year and short-term investments whose maturities are more than 90 days have carrying value of Baht 5.00 million and fair value of Baht 5.09 million. The fair value is estimated using the discounted cash flow analysis based on the interest rate currently offered for deposits with similar terms.

The presentation of fair value of investments are described in Note 6 to the financial statements.

Bank overdrafts and short-term loans from financial institutions, carrying variable rates of interest and trade account payables; the carrying amounts of these financial liabilities approximate their fair values.

Short-term and long-term loans carrying variable rates of interest; the carrying values approximate their fair values.

23. Others

23.1 The issue and offer of debentures

On 17 December 2007, the extraordinary shareholders meeting of the Company passed a resolution to issue and offer of debentures for the Company's business operation and expansion and/or for partial debt repayment. Such debenture is specific or non-specific name of holder, subordinated or unsubordinated, secured or unsecured, with or without debentureholders' representative, redeemable or non-redeemable prior to the term. The total debentures is not exceeding Baht 5,000 million with face value of Baht 1,000 per unit. The maturity of this debenture is not over 7 years from the issue date. The debenture's interest rate depends on the market situation at the time of debenture issue and offering. This debenture will domestically and/or internationally offer to public and/or institutional investor high net-worth investors, and/or specific investors. The Board of Directors of the Company or the person assigned by Board of Directors is authorized to determine conditions and other necessary details relating to the issuance and offering of debentures and other matters.

The Board of Directors of the Company will carry out this resolution later.

23.2 The amalgamation

23.2.1 On 29 April 2008, the shareholders' meeting of Royal Princess Public Company Limited, a subsidiary, passed a resolution to approve the merger between this subsidiary and Dusit Hotels and Resorts Company Limited, another subsidiary and transfer all the operations licenses of this subsidiary to the new company from this amalgamation. Furthermore, this subsidiary's directors are assigned to have necessary authorization to do such amalgamation.

23.2.2 On 2 June 2008, the extraordinary shareholders' meeting of Dusit Hotels and Resorts Company Limited, a subsidiary, passed a special resolution to approve the amalgamation between this subsidiary and Royal Princess Public Company Limited, another subsidiary and transfer all the operations licenses of this subsidiary to the new company from this merger. Furthermore, this subsidiary's directors are assigned to have necessary authorization to do such amalgamation.

On 26 November 2008, Royal Princess Public Company Limited and Dusit Hotels and Resorts Company Limited had joint shareholders' meeting and passed a resolution to extend period for joint shareholders' meeting to decide resolution of new company from amalgamation for another 6 months starting from 2 December 2008.

On 25 March 2009, Royal Princess Public Company Limited and Dusit Hotels and Resorts Company Limited had joint shareholders' meeting and passed a resolution to allocate new amalgamation company's shares, objective and Article of Association. The name of new company is Dusit Thai Properties Public Company Limited. This new company had registered with the Department of Business Development on 1 April 2009.